

Message Text

LIMITED OFFICIAL USE

PAGE 01 SANTIA 02788 191440Z

41

ACTION EB-07

INFO OCT-01 ARA-06 ISO-00 CAB-02 CIAE-00 COME-00 DODE-00

 DOTE-00 INR-07 NSAE-00 FAA-00 L-02 TRSE-00 /025 W

----- 092712

R 191411Z APR 75

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC 2974

INFO AMEMBASSY LIMA

LIMITED OFFICIAL USE SANTIAGO 2788

EO 11652: N/A

TAGS: EFIN, FTRN, CI

SUBJECT: CIVAIR - RECIPROCAL INCOME TAX EXEMPTION - LAN AND BRANIFF

REF: SANTIAGO 6736, NOV 6, 1974 (NOT REPEATED LIMA)

1. CARLOS BRUNSON, BRANIFF VICE PRESIDENT FOR CHILE, HAS NOW ASKED US TO SUPPORT BRANIFF IN ITS ATTEMPT TO OBTAIN RECIPROCAL TAX EXEMPTION FOR LAN AND BRANIFF. WE WILL FOLLOW UP, AS AUTHORIZED STATE 235683 (OCT 25, 1974). BRUNSON SAYS BRANIFF PAYS \$30 TO \$50 THOUSAND A YEAR TO GOC, AND THAT FINANCE MINISTER CAUAS HAS HITHERTO BEEN UNWILLING TO SEE THIS REVENUE DISAPPEAR, REGARDLESS OF FACT THAT IF RECIPROCAL TREATMENT SHOULD BE APPLIED, LAN CHILE WOULD HAVE TO PAY TAXES IN US.

2. BRUNSON STATED THAT BRANIFF'S BUSINESS IN CHILE IS DOWN 30 PER CENT IN ONE YEAR, AND PASSENGER BOARDINGS ARE DOWN 50 PERCENT. REASONS INCLUDE RESTRICTION ON BRANIFF FLIGHTS THROUGH LIMA TO SEVENTEEN WEEKLY (FROM FORTY-ONE), AUTHORITY TO CARRY SANTIAGO PASSENGERS DEBARKING IN LIMA LIMITED TO ONE FLIGHT A WEEK, NEW CHILEAN EXIT TAX WHICH BRANIFF CONSIDERS EXCESSIVE AND DISCRIMINATORY. WE BELIEVE DETERIORATING ECONOMIC SITUATION IS ALSO A FACTOR.
POPPER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: TAX RELIEF, TAX AGREEMENTS, AIRLINES, INCOME TAXES
Control Number: n/a
Copy: SINGLE
Draft Date: 19 APR 1975
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: GolinoFR
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975SANTIA02788
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D750138-0362
From: SANTIAGO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1975/newtext/t19750434/aaaabfm.x.tel
Line Count: 52
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 1
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 75 SANTIAGO 6736, 75 NOV 6, 75 1974
Review Action: RELEASED, APPROVED
Review Authority: GolinoFR
Review Comment: n/a
Review Content Flags:
Review Date: 08 SEP 2003
Review Event:
Review Exemptions: n/a
Review History: RELEASED <08 SEP 2003 by BoyleJA>; APPROVED <14 NOV 2003 by GolinoFR>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
05 JUL 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: CIVAIR - RECIPROCAL INCOME TAX EXEMPTION - LAN AND BRANIFF
TAGS: EFIN, ETRN, CI, US, BRANIFF, LAN
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 05 JUL 2006